

## GOVERNMENTAL OPERATIONS

Agency 126

### State Investment Board

#### Recommendation Summary

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2009-11 Expenditure Authority</b>	81.4		29,352	29,352
<b>Total Maintenance Level</b>	81.4		28,825	28,825
Difference			(527)	(527)
Percent Change from Current Biennium	0.0%		(1.8)%	(1.8)%
<b>Performance Changes</b>				
Strengthen Investment Policy	2.0		940	940
Remove Merit System Increments			(21)	(21)
Telephone System Replacement			114	114
Suspend Plan 1 Uniform COLA #			(326)	(326)
State Data Center Rate Increase			82	82
<b>Subtotal</b>	2.0		789	789
<b>Total Proposed Budget</b>	83.4		29,614	29,614
Difference	2.0		262	262
Percent Change from Current Biennium	2.5%		0.9%	0.9%
<b>Total Proposed Budget by Activity</b>				
Investment Activities	83.4		29,614	29,614
<b>Total Proposed Budget</b>	83.4		29,614	29,614

#### PERFORMANCE LEVEL CHANGE DESCRIPTIONS

##### Strengthen Investment Policy

An additional investment officer will be hired to manage investments in tangible assets, such as infrastructure, agriculture, timber, and natural resource rights. A data risk analyst position will also be added to help monitor and manage quantitative investment risks. (State Investment Board Expense Account-State)

##### Remove Merit System Increments

In light of the budget situation, agencies have been asked to absorb the cost of merit system increments. (State Investment Board Expense Account-State)

##### Telephone System Replacement

Funding is provided to cover the cost of a telephone system replacement. The current system is at capacity and the telephone equipment is obsolete. (State Investment Board Expense Account-State)

#### ACTIVITY DESCRIPTIONS

## **GOVERNMENTAL OPERATIONS**

### **ACTIVITY DESCRIPTIONS**

#### **Investment Activities**

The Washington State Investment Board (WSIB) manages approximately \$74.4 billion in investments for retirement, industrial insurance, permanent and other trust funds, including the defined benefit and defined contribution pension plans for teachers, school employees, law enforcement officers, firefighters, and public employees. The WSIB also manages investments for the Deferred Compensation Plan, Guaranteed Education Tuition program, Budget Stabilization Fund, Developmental Disabilities Endowment Trust, Judges Supplemental Retirement Fund, and the Basic Health Fund. The duty of the Board is to diversify investments and maximize returns, at a prudent level of risk, for the exclusive benefit of fund beneficiaries.